



ಕರ್ನಾಟಕ ರಾಜ್ಯಪತ್ರ

ಅಧಿಕೃತವಾಗಿ ಪ್ರಕಟಿಸಲಾದುದು

ಸಂಪುಟ - ೧೫೬ Volume - 156	ಬೆಂಗಳೂರು, ಶುಕ್ರವಾರ, ೧೩, ಆಗಸ್ಟ್, ೨೦೨೧ (ಶ್ರಾವಣ, ೨೨, ಶಕವರ್ಷ, ೧೯೪೩) BENGALURU, FRIDAY, 13, AUGUST, 2021 (SHRAVANA, 22, SHAKAVARSHA, 1943)	ಸಂಚಿಕೆ ೧೨೪ Issue 124
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ಭಾಗ ೧

ರಾಜ್ಯ ಸರ್ಕಾರದ ಮುಖ್ಯ ಆದೇಶಗಳು ಹಾಗೂ ಸುತ್ತೋಲೆ ಮುಂತಾದ
ಎಲ್ಲಾ ಇಲಾಖೆಗಳಿಗೂ ಸಂಬಂಧಿಸಿದ ಆದೇಶಗಳು

PROCEEDINGS OF THE GOVERNMENT OF KARNATAKA

Sub: Extension of validity period of VAT / SGST loan incentives to
M/s J K Cement Works, Muddapura, Bagalkot District-reg.

Read: 1) U.O. Note No. FD/66/Exp-1/2020, dated 01.02.2021
2) Cabinet Committee Meeting held on 26.04.2021.

* * * * *

PREAMBLE:

M/s J K Cement Works has established 3 MTPA Cement Plant at Muddapura, Bagalkot District and commenced its commercial production on 24.10.2009.

The Company has invested Rs. 1042.78 crore on value of fixed assets as on 30.09.2010 and it has generated employment to 1055 persons, out of this, 1026 persons are local persons. The Company is eligible to get incentives & concessions under 2009-14 Industrial Policy.

As per the 2009-14 Industrial Policy, the Company is entitled for availing interest free loan on VAT / SGST paid to an extent of Rs. 521.39 crore being the 50% of the value of fixed assets over a period of 10 years. The maximum loan admissible to the enterprises shall be 25% of the assessed gross VAT / SGST.

The Company has availed Rs. 92.80 crore as interest free VAT loan till March-2017 and the estimated utilization is around Rs. 35.20 crore for the balance period i.e., from April-2017 to October-2019. The total utilization would be around Rs. 128 crore which is around 25% of the eligible total amount of Rs. 521 crore.

The Company vide its letters dated 21.03.2019, 21.08.2019 and 06.11.2020 has informed the following to the State Government:

- Granted only 25% of the gross VAT amount for 10 years, however other Companies like Dalmia Cement and Rajashree Cement Works were granted 75% of the eligible gross VAT for 12 years.
- Poor market demand has led to poor capacity utilization levels, which has not crossed 60% in last 5 years.
- Infra development has been slower than expected. Housing sector has also grown slower leading to less cement demand.
- Cement prices have remained depressed leading to lower sales turnover and VAT realization.

(೧೦೨೬)

- Increase in input cost like pet coke, HSD price, electricity tariff etc.
- Drastic increase in minimum wages in December-2017.
- Royalty on limestone has been increased from Rs. 45 / MT to Rs. 80 / MT in 2014.
- Paid Rs. 1430 crore to Government as VAT / CST / Excise Duty/ Service Tax / Income Tax from FY 2009-18.
- Rs. 116 crore has been paid in the form of royalty and Rs. 17.51 crore as DMF.
- To maintain a level playing field among the cement players, they have requested to grant the interest free loan facility up to 75% of gross VAT with a ceiling of 75% of the total value of fixed assets for a period of 12 years as extended to Dalmia and Rajashree Cements.

The Finance Department vide U.O.Note No. FD 66 Exp-1/2020, dated 01.02.2021 read at ref (1) above has advised the Department to take Cabinet Approval for the following:

- i. Extension of the VAT / SGST loan incentive to a further 2 years so that the total comes to 12 years.
- ii. Increasing the ceiling to 50% of gross VAT (SGST) instead of 75% sought for.
- iii. Keeping the eligibility to 50% of the total capital incentive made.

In the above background, the subject was placed before the Cabinet meeting held on 26.04.2021.

Hence the following Order.

GOVERNMENT ORDER No. CI 75 SPI (E) 2021, BENGALURU,
DATED 03.05.2021

In the circumstances explained in the preamble, Government is pleased to accord approval for the following to M/s J K Cement Works, Muddapura, Bagalkot District:

- i. Extension of the VAT / SGST loan incentive under 2009-14 Industrial Policy to a further 3 years i.e., from 24.10.2019 to 23.10.2022, so that the total comes to 13 years from the date of commencement of commercial production.
- ii. Increasing the ceiling limit from 25% to 50% of Gross VAT / SGST and it is applicable only for the extended 3 years i.e., from 24.10.2019 to 23.10.2022.
- iii. Total eligibility is limited to 50% of the value of fixed assets.

This order is issued with the concurrence of Finance Department vide its Note No. FD 66 Exp-1/2020, dated 01.02.2021 and approval of the Cabinet held on 26.04.2021 vide Subject No. C-149/2021.

By Order and in the name of the
Governor of Karnataka,

(Nagarathnamma .G)
Desk Officer (Technical Cell),
Commerce & Industries Department.

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ಕರ್ನಾಟಕ ರಾಜ್ಯಪತ್ರ, ಶುಕ್ರವಾರ, ೧೩, ಆಗಸ್ಟ್, ೨೦೨೧

ಭಾಗ ೧

ಕರ್ನಾಟಕ ವಿಧಾನ ಪರಿಷತ್ತು

ಸಂಖ್ಯೆ:ಕವಿಪ:ಶಾರಶಾ:13/ಸಮುಸ/2021

ವಿಧಾನ ಪರಿಷತ್ತಿನ ಸಚಿವಾಲಯ,
ಅಂಚೆ ಪಟ್ಟಿಗೆ ಸಂಖ್ಯೆ:5079 ವಿಧಾನಸೌಧ,
ಬೆಂಗಳೂರು, ದಿನಾಂಕ:11.08.2021.

ಅ ಧಿ ಸೂ ಚ ನೆ

ಕರ್ನಾಟಕ ವಿಧಾನ ಪರಿಷತ್ತಿನ ಮಾನ್ಯ ಸದಸ್ಯರಾದ ಶ್ರೀ ಕವಟಗಿಮಠ ಮಹಾಂತೇಶ ಮಲ್ಲಿಕಾರ್ಜುನ, ಅವರನ್ನು
ವಿಧಾನ ಪರಿಷತ್ತಿನ ಮಾನ್ಯ ಸರ್ಕಾರಿ ಮುಖ್ಯ ಸಚೀತಕರನ್ನಾಗಿ ದಿನಾಂಕ:28.07.2021ರಿಂದ ಜಾರಿಗೆ ಬರುವಂತೆ ನೇಮಕ
ಮಾಡಲಾಗಿದೆ.

(ಕೆ.ಆರ್. ಮಹಾಲಕ್ಷ್ಮಿ)

ಕಾರ್ಯದರ್ಶಿ

ಕರ್ನಾಟಕ ವಿಧಾನ ಪರಿಷತ್ತು.

KARNATAKA LEGISLATIVE COUNCIL

No.KLC/Legn/cw/13/2021

Legislative Council Secretariat,
P.B.No. 5079, VidhanaSoudha,
Bengaluru-560 001, Dated:11.08.2021.

NOTIFICATION

Sri Kavatagimath Mahantesh Mallikarjun, Member ofKarnataka Legislative Council
has been appointed as the Government Chief Whip in Karnataka Legislative Council with
effect from 28th July, 2021.

(K.R.Mahalakshmi)

Secretary ,

Karnataka Legislative Council

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